

February 2025

Master Account

Net Asset Value:

213.24

(+0.08%)

February Monthly Strategy Update

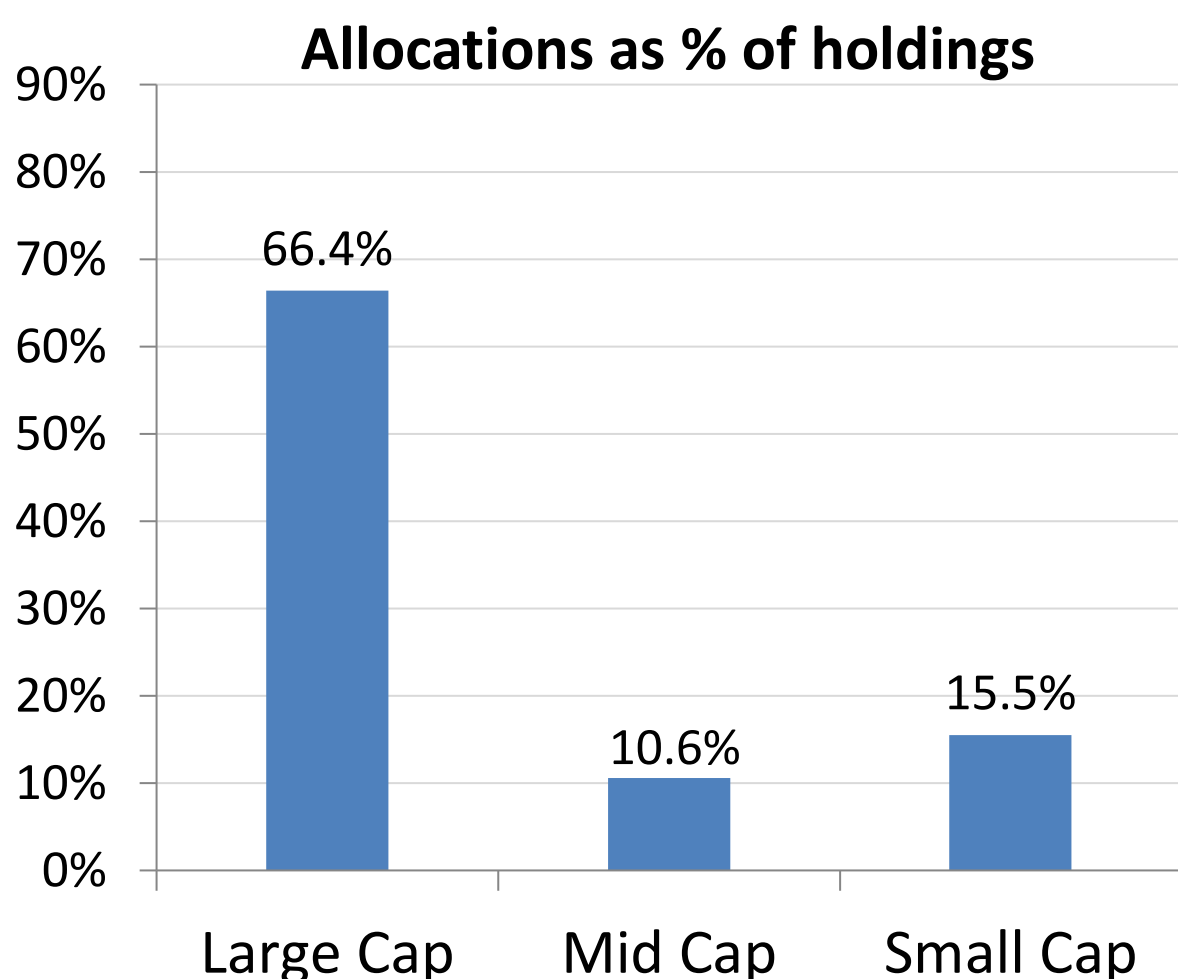
The major equity indexes diverged in February, with the U.S. indexes falling and several international stock markets up strongly. The S&P 500 and Nasdaq-100 fell -1.42% and -2.76%, respectively, driven partly by the Atlanta Fed GDPNow forecast at 1.5%, reigniting fears of a growth scare. Meanwhile, the Stoxx 600 jumped +3.27% and Asia ex-Japan gained +1.39%. Europe's gains, while predicated on hope of an end of the war in Eastern Europe, may be seen as the beginning of a normalization of the gap that has formed between U.S. and European stocks over the past years. In the U.S., an equity pull-back was coming, given the aggressive positioning of fund managers, extreme historically rich valuations metrics, and overall investor complacency after 18-months of successfully buying the first dip. One of our big themes in 2025 is to under-weight large cap U.S. stocks, a stance that still borders on heresy today when you hear most fund managers and strategists on the financial networks preach about owning the Magnificent Seven.

For the month of February, our DGR Strategy was unchanged (+0.08%). The FTSE All-World slipped -0.69%. Despite our concerns, we are getting close to fully invested and will rely of diversification to shield against draw down when the U.S. equity correction gets serious. We have about 30% of cash, most of which will be deployed to "growthier" developed non-U.S. and emerging equities. The underlying risk today is excessive valuations in U.S. large caps. As valuations are not a timing indicator, the narratives that may produce more selling include the Trump tariff fall-out, inflation that reverses higher, and most importantly any threat to grow.

Portfolio Data

Number of Holdings	11
Currency	USD
Current Risk Level (β & σ)	Low
Dividend Yield	2.13%
Correlation with Benchmark	0.12
52-Week High & Low	213.2 & 193.5

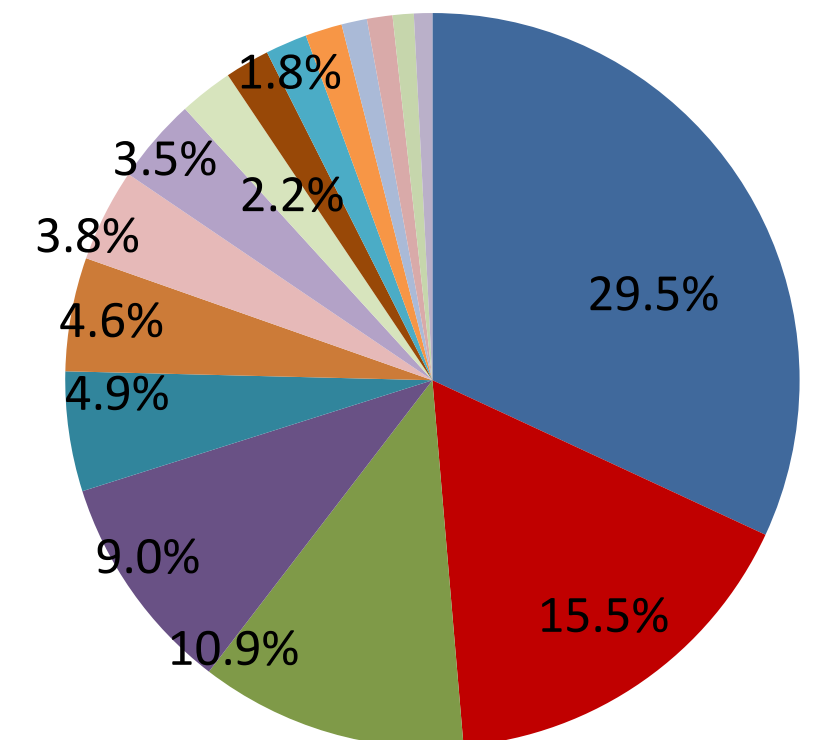
Market Capitalizations



Country Weightings

U.S.	29.5	India	3.8
China	15.5	U.K.	3.5
S.E. Asia	10.9	Switzerland	2.2
Eurozone	9.0	Other Developed	1.8
Japan	4.9	Emerging Asia	1.7
Latin America	4.6	Africa/Mid-East	1.5

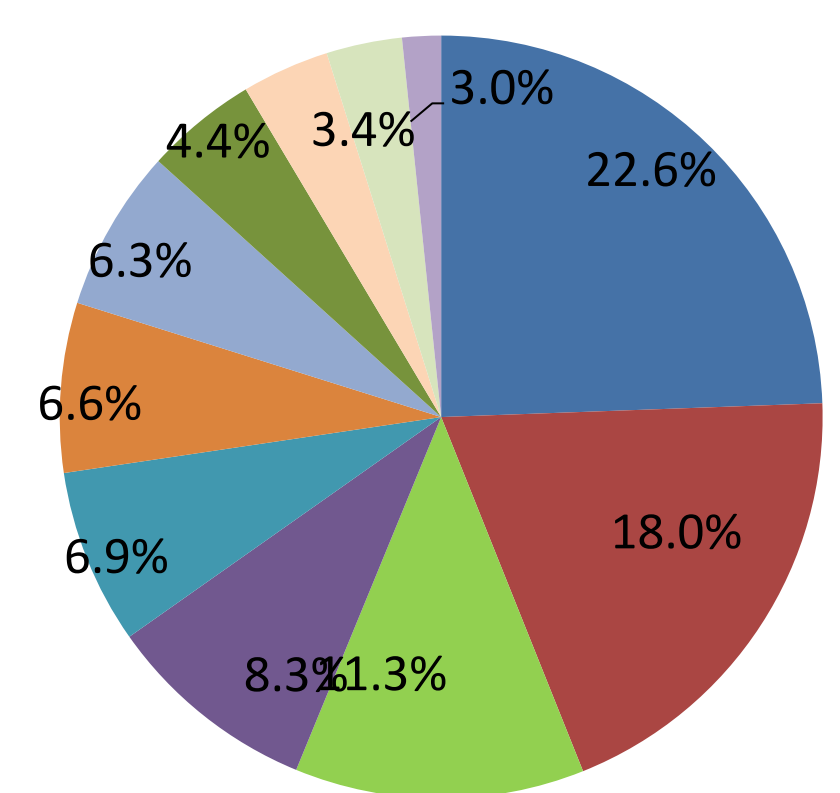
Country Weightings (%)



Sector Weightings

Sector	%
Financials	22.6
Technology	18.0
Industrial	11.3
Consumer Discretionary	8.3
Health Care	6.9
Energy	6.6
Materials	6.3
Staples	4.4
Communication Services	3.4
Utilities	3.0
Real Estate	1.5

Sector Weightings (%)



Historical Performance

Risk Characteristics

	Annualized Volatility	Beta	Sharpe Ratio
WMA DGR Strategy	11.7%	0.57	2.88
FTSE All World	15.2%	1.00	2.07

Price Return

as of 02/28/2025

	YTD	1-Year	2-Year	3-Year	4-Year	5-Year	Since Inception
WMA DGR Strategy	8.97%	10.2%	20.1%	38.7%	47.9%	64.7%	113.2%
FTSE All World	18.36%	13.1%	36.7%	23.3%	31.0%	67.7%	103.4%

Dynamic Global Rotation Strategy

